

IMPROVE Act

Improving Manufacturing, Public Roads and Opportunities for a Vibrant Economy

The IMPROVE Act provides *the largest tax cut in Tennessee history*, putting money back in the pockets of all Tennesseans, attracting manufacturing jobs, and delivering nearly 1,000 road and bridge projects across the state.

The Plan:

- Is a net tax cut for Tennesseans and results in tax savings for an average Tennessee family – a fact confirmed by Americans for Tax Reform, an organization that opposes all tax increases as a matter of principle;
- Maintains Tennessee's ranking as having the lowest taxes in the nation as a percentage of personal income;
- Cuts nearly **\$300 million** in taxes next year and more than **\$500 million** annually in taxes at full implementation, including
 - ◆ Cutting the sales tax on groceries by **\$125 million**; and
 - ◆ Cutting businesses taxes for manufacturers by **\$113 million**, a strategic cut to make Tennessee more competitive when we're out recruiting jobs;
- Delivers **962** needed road and bridge projects across all **95 counties** through a conservative, responsible and fiscally sound, user-based approach;
- Addresses the state's road funding for the first time in 30 years to keep our transportation network safe, reliable and debt-free for the next generation of Tennesseans;
- Means **\$70 million** annually for counties and **\$35 million** annually for cities to help keep local taxes low;
- Makes electric vehicle owners and out-of-state drivers pay their fair share; and
- Allows local voters, through a referendum, in the state's largest counties and its four largest cities to impose a capped surcharge on taxes they already collect to be dedicated to transit projects.

With passage of the **IMPROVE Act**, the state will cut more than **\$800 million** in annual taxes since 2011, including more than **\$170 million** in food tax reductions